

Department of Administrative Services

City of Frisco, Texas

Memorandum

To: Honorable Mayor Maso and City Council Members

Thru: George Purefoy, City Manager

Nell Lange, Assistant City Manager

From: Tom Johnston, Director of Administrative Services

Date: May 10, 2010

Re: Consider and Act Upon Approval of an Enterprise Agreement

Renewal by and between the City of Frisco and Microsoft Licensing, GP and Adoption of a Resolution Authorizing the City Manager or His Designee to Execute the Agreement.

Action Requested: City Council approval of an Enterprise Agreement renewal by and between the City of Frisco and Microsoft Licensing, GP and adoption of a Resolution authorizing the City Manager or his designee to execute the agreement.

Background: The City of Frisco has an Interlocal Agreement with the State of Texas Department of Information Resources (DIR) for the purpose of purchasing selected items. The pricing quoted to Frisco for the Microsoft Enterprise Agreement is DIR contract pricing and meets all bid requirements. The City will purchase this through Dell Marketing. Dell Marketing is the DIR contract Microsoft reseller.

The City previously approved a three year license agreement with Microsoft which will cover licenses such as office software for staff, server operating systems, email services and SQL databases. The current contract is expiring.

The Information Technology Department is requesting renewal of the three year enterprise licensing agreement with Microsoft for a cost of \$219,392 the first year and a total three year cost of \$728,176. This agreement is the most cost effective approach for maintaining our current workstations and servers utilizing Microsoft based applications and operating systems.

Board Review/Citizen Input: N/A

Alternatives: Licensing is required to be in compliance with the existing agreement with Microsoft.

Financial Considerations: Funds are available in the IT operational budget.

Legal Review: Rebecca Brewer has reviewed the original agreement.

Supporting Documents: Department memo, Resolution, Copy of the Microsoft Enterprise Renewal agreement and first year quote.